

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE

In re:)	Chapter 11
)	
W. R. GRACE & CO., <u>et al.</u> , ¹)	Case No. 01-1139 (JKF)
)	Jointly Administered
Debtors.)	

Objection Date: April 3, 2007, at 4:00 p.m.
Hearing Date: Scheduled if Necessary

**SEVENTIETH MONTHLY APPLICATION OF PACHULSKI STANG
ZIEHL YOUNG JONES & WEINTRAUB LLP FOR COMPENSATION
FOR SERVICES RENDERED AND REIMBURSEMENT OF
EXPENSES, AS CO-COUNSEL TO THE DEBTORS, FOR
THE PERIOD FROM JANUARY 1, 2007 THROUGH JANUARY 31, 2007**

Name of Applicant:	Pachulski Stang Ziehl Young Jones & Weintraub LLP
Authorized to Provide Professional Services to:	Debtors and Debtors in Possession
Date of Retention:	May 3, 2001
Period for which Compensation and Reimbursement is Sought:	January 1, 2007 through January 31, 2007
Amount of Compensation Sought as Actual, Reasonable and Necessary:	\$48,436.00
Amount of Expense Reimbursement Sought as Actual, Reasonable and Necessary:	\$37,841.07

This is a: xx monthly __ interim __ final application.

¹ The Debtors consist of the following 62 entities: W. R. Grace & Co. (f/k/a Grace Specialty Chemicals, Inc.), W. R. Grace & Co.-Conn., A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food 'N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc., Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd., G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (f/k/a Grace Cocoa Management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B II Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc., Grace H-G II Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W. R. Grace Capital Corporation, W. R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenai Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc., Grace JVH, Inc., Asbestos Management, Inc.), Monolith Enterprises, Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, Inc.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc., E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

The total time expended for preparation of this fee application is approximately 2.5 hours and the corresponding compensation requested is approximately \$1,000.00.²

PRIOR APPLICATIONS FILED:

Date Filed	Period Covered	Requested Fees	Requested Expenses	Approved Fees	Approved Expenses
07/10/01	04/02/01 – 04/30/01	\$ 62,472.75	\$ 23,277.13	\$ 62,472.75	\$ 23,277.13
08/09/01	05/01/01 – 05/31/01	\$ 29,929.00	\$ 15,670.64	\$ 29,929.00	\$ 15,670.64
09/07/01	06/01/01 – 06/30/01	\$ 30,195.50	\$ 37,763.45	\$ 30,195.50	\$ 37,763.45
09/11/01	07/01/01 – 07/31/01	\$ 17,040.50	\$ 20,323.76	\$ 17,040.50	\$18,184.95 ³
10/31/01	08/01/01 – 08/31/01	\$ 9,407.50	\$ 20,486.61	\$ 9,407.50	\$ 20,486.61
11/13/01	09/01/01 – 09/30/01	\$ 13,158.00	\$ 10,035.46	\$ 13,158.00	\$ 10,035.46
11/27/01	10/01/01 – 10/31/01	\$ 13,420.75	\$ 8,922.92	\$ 13,420.75	\$ 8,922.92
01/22/02	11/01/01 – 11/30/01	\$ 39,991.50	\$ 22,398.11	\$ 39,991.50	\$ 22,398.11
01/30/02	12/01/01 – 12/31/01	\$ 35,017.00	\$ 13,575.07	\$ 32,778.50	\$ 13,575.07
04/02/02	01/01/02 – 01/31/02	\$ 48,356.50	\$ 38,671.08	\$ 48,356.50	\$ 38,671.08
05/31/02	02/01/02 – 02/28/02	\$ 46,611.50	\$ 25,627.01	\$ 46,611.50	\$ 25,627.01
06/06/02	03/01/02 – 03/31/02	\$ 44,145.00	\$ 29,280.21	\$ 41,141.00 ⁴	\$ 29,280.21
06/28/02	04/01/02 – 04/30/02	\$ 49,562.00	\$ 25,475.46	\$ 49,562.00	\$ 25,475.46
07/12/02	05/01/02 – 05/31/02	\$ 42,495.50	\$ 21,543.54	\$ 42,495.50	\$ 21,543.54
08/13/02	06/01/02 – 06/30/02	\$ 32,819.00	\$ 29,869.61	\$ 32,539.00 ⁵	\$29,776.36 ⁶
10/01/02	07/01/02 – 07/31/02	\$ 22,630.00	\$ 17,187.01	\$ 22,630.00	\$ 17,187.01
10/30/02	08/01/02 – 08/31/02	\$ 34,536.00	\$ 45,540.43	\$ 34,536.00	\$ 45,540.43

² The actual number of hours expended preparing this Application and the corresponding compensation requested will be set forth in PSZYJ&W's subsequent fee applications.

³ In the Court's Order approving quarterly fee applications for the First, Second and Third Periods, the Court approved \$248,394.00 in fees which reflects a reduction of \$2,283.50. For the purposes of this application, we have noted the reduction in the last month of that period.

⁴ In the Court's Order approving quarterly fee applications for the Fourth Period, the Court approved \$136,109.00 for fees which reflects a reduction of \$3,004.00. For the purposes of this application, we have noted the reduction in the last month of that period.

⁵ In the Court's Order approving quarterly fee applications for the Fifth Period, the Court approved \$124,596.50 for fees which reflects a reduction of \$280.00. For the purposes of this application, we have noted the reduction in the last month of that period.

⁶ In the Court's Order approving quarterly fee applications for the Fifth Period, the Court approved \$76,795.36 for expenses which reflects a reduction of \$93.25. For the purposes of this application, we have noted the reduction in the last month of that period.

Date Filed	Period Covered	Requested Fees	Requested Expenses	Approved Fees	Approved Expenses
11/14/02	09/01/02 – 09/30/02	\$ 32,858.50	\$ 33,313.79	\$ 30,731.00 ⁷	\$11,436.76 ⁸
12/30/02	10/01/02 – 10/31/02	\$ 19,370.50	\$ 24,488.86	\$ 19,370.50	\$ 24,488.86
01/21/03	11/01/02 – 11/30/02	\$ 25,948.50	\$ 31,181.03	\$ 25,948.50	\$ 31,181.03
01/30/03	12/01/02 – 12/31/02	\$ 16,407.00	\$ 14,016.95	\$ 16,263.00 ⁹	\$ 14,016.95
03/18/03	01/01/03 – 01/31/03	\$ 25,984.50	\$ 19,035.00	\$ 25,984.50	\$ 19,035.00
04/23/03	02/01/03 – 02/28/03	\$ 18,094.50	\$ 23,616.14	\$ 18,094.50	\$ 23,616.14
06/17/03	03/01/03 – 03/31/03	\$ 15,853.00	\$ 15,586.33	\$ 15,740.50 ¹⁰	\$ 15,586.33
07/21/03	04/01/03 – 04/30/03	\$12,140.50 ¹¹	\$ 17,776.64	\$ 12,140.50	\$ 17,776.64
08/13/03	05/01/03 – 05/31/03	\$ 13,234.50	\$ 16,624.15	\$ 13,234.50	\$ 16,624.15
09/02/03	06/01/03 – 06/30/03	\$ 9,888.50 ¹²	\$ 14,033.07	\$ 9,888.50	\$ 14,033.07
09/29/03	07/01/03 – 07/31/03	\$ 18,546.50	\$ 18,663.30	\$ 18,546.50	\$ 18,663.30
10/24/03	08/01/03 – 08/31/03	\$ 20,376.00	\$ 43,075.91	\$ 20,376.00	\$ 43,075.91
10/30/03	09/01/03 – 09/30/03	\$ 24,433.50	\$ 19,744.93	\$ 24,410.00 ¹³	\$ 19,744.93
12/03/03	10/01/03 – 10/31/03	\$ 22,988.00	\$ 30,531.15	\$ 22,988.00	\$ 30,531.15
12/29/03	11/01/03 – 11/30/03	\$ 20,729.50	\$ 33,211.18	\$ 20,729.50	\$ 33,211.18
01/26/04	12/01/03 – 12/31/03	\$ 22,073.00	\$ 19,772.62	\$ 22,073.00	\$ 19,772.62
03/24/04	01/01/04 – 01/31/04	\$ 22,238.50	\$ 13,200.84	\$ 22,238.50	\$ 13,200.84
04/05/04	02/01/04 – 02/29/04	\$ 20,551.50	\$ 13,096.88	\$ 20,551.50	\$ 13,096.88
05/11/04	03/01/04 – 03/31/04	\$ 25,911.00	\$ 19,056.44	\$ 25,911.00	\$ 19,056.44
06/18/04	04/01/04 – 04/30/04	\$ 21,730.50	\$ 15,444.69	\$ 21,730.50	\$ 15,444.69
07/20/04	05/01/04 – 05/31/04	\$ 21,891.00	\$ 20,728.27	\$ 21,891.00	\$ 20,728.27
07/30/04	06/01/04 – 06/30/04	\$ 25,219.00	\$ 33,778.62	\$ 25,219.00	\$ 33,778.62
09/27/04	07/01/04 – 07/31/04	\$ 18,385.50	\$ 24,458.32	\$ 18,385.50	\$ 24,458.32
10/14/04	08/01/04 – 08/31/04	\$ 36,394.00	\$ 45,292.19	\$ 36,394.00	\$ 45,292.19
12/17/04	09/01/04 – 09/30/04	\$ 30,767.50	\$ 25,111.50	\$ 30,767.50	\$ 25,111.50
01/12/05	10/01/04 – 10/31/04	\$ 48,426.50	\$ 38,476.13	\$ 48,426.50	\$ 38,476.13
01/28/05	11/01/04 – 11/30/04	\$ 38,293.00	\$ 45,333.34	\$ 38,293.00	\$ 45,333.34
02/03/05	12/01/04 – 12/31/04	\$ 35,898.50	\$ 32,468.11	\$ 35,898.50	\$ 32,468.11

⁷ In the Court's Order approving quarterly fee applications for the Sixth Period, the Court approved \$87,897.00 for fees which reflects a reduction of \$2,127.50. For the purposes of this application, we have noted the reduction in the last month of that period.

⁸ In the Court's Order approving quarterly fee applications for the Sixth Period, the Court approved \$95,393.85 for expenses which reflects a reduction of \$647.38. For the purposes of this application, we have noted the reduction in the last month of that period.

⁹ In the Court's Order approving quarterly fee applications for the Seventh Period, the Court approved \$61,582.00 for fees which reflects a reduction of \$144.00. For the purposes of this application, we have noted the reduction in the last month of that period.

¹⁰ In the Court's Order approving quarterly fee applications for the Eighth Period, the Court approved \$59,819.50 for fees which reflects a reduction of \$112.50. For the purposes of this application, we have noted the reduction in the last month of that period.

¹¹ Due to a clerical error, an incorrect amount was requested in the April 2003 fee application although the correct amount was requested in the 9th Quarterly fee application. This amount reflects the correct amount on the bill attached to the April 2003 fee application.

¹² This amount reflects a voluntary reduction of \$1,248.50 from the fees of \$11,137.00 by PSZYJ&W for the June 2003 fee application period. The \$11,137.00 amount was requested in error in the June 2003 fee application as well as the 9th Quarterly fee application and subsequently approved by Order dated December 195, 2003. The amount listed is the correct amount.

¹³ In the Court's Order approving quarterly fee applications for the Tenth Period, the Court approved \$63,332.50 for fees which reflects a reduction of \$23.50. For the purposes of this application, we have noted the reduction in the last month of that period.

Date Filed	Period Covered	Requested Fees	Requested Expenses	Approved Fees	Approved Expenses
03/25/05	01/01/05 – 01/31/05	\$ 43,205.00	\$ 43,350.70	\$ 43,147.00 ¹⁴	\$ 43,350.70
04/11/05	02/01/05 – 02/28/05	\$ 31,155.00	\$ 48,274.20	\$ 31,155.00	\$ 48,274.20
04/27/05	03/01/05 – 03/31/05	\$ 24,291.50	\$ 22,823.74	\$ 24,291.50	\$ 22,823.74
06/22/05	04/01/05 – 04/30/05	\$ 37,512.00	\$ 14,813.08	\$ 37,512.00	\$ 14,813.08
07/15/05	05/01/05 – 05/31/05	\$ 26,114.50	\$ 43,949.18	\$ 26,114.50	\$ 43,949.18
08/19/05	06/01/05 – 06/30/05	\$ 27,609.50	\$ 21,315.97	\$ 27,609.50	\$ 21,315.97
10/03/05	07/01/05 – 07/31/05	\$ 38,213.00	\$ 44,301.75	\$ 38,213.00	\$ 44,301.75
10/28/05	08/01/05 – 08/31/05	\$ 28,971.50	\$ 31,439.92	\$ 28,971.50	\$ 31,439.92
11/28/05	09/01/05 – 09/30/05	\$ 44,764.00	\$ 36,267.24	\$44,386.00 ¹⁵	\$ 36,267.24
12/20/05	10/01/05 – 10/31/05	\$ 50,950.00	\$103,851.05	\$ 50,950.00	\$103,851.05
01/13/06	11/01/05 – 11/30/05	\$ 36,400.50	\$ 43,157.91	\$ 36,400.50	\$ 43,157.91
02/01/06	12/01/05 – 12/31/05	\$ 36,758.50	\$ 43,874.74	\$ 36,758.50	\$ 43,874.74
03/28/06	01/01/06 – 01/31/06	\$ 52,254.00	\$ 48,711.17	\$ 41,803.20	\$ 48,711.17
04/14/06	02/01/06 – 02/28/06	\$ 33,777.00	\$ 20,287.51	\$ 27,021.60	\$ 20,287.51
05/23/06	03/01/06 – 03/31/06	\$ 37,490.00	\$ 42,269.65	\$ 29,992.00	\$ 42,269.65
06/08/06	04/01/06 – 04/30/06	\$ 23,329.00	\$ 13,404.99	\$ 18,663.20	\$ 13,404.99
07/10/06	05/01/06 – 05/31/06	\$ 22,086.50	\$ 20,308.04	\$ 17,669.20	\$ 20,308.04
09/11/06	06/01/06 – 06/30/06	\$ 28,381.00	\$ 20,172.11	\$ 22,704.80	\$ 20,172.11
09/26/06	07/01/06 – 07/31/06	\$ 42,241.50	\$ 17,213.10	\$ 33,793.20	\$ 17,213.10
10/18/06	08/01/06 – 08/31/06	\$ 34,823.50	\$ 52,621.31	\$ 27,858.80	\$ 52,621.31
11/30/06	09/01/06 – 09/30/06	\$ 38,083.50	\$ 37,349.95	\$ 30,466.80	\$ 37,349.95
01/05/07	10/01/06 – 10/31/06	\$ 46,850.00	\$ 33,686.75	\$ 37,480.00	\$ 33,686.75
01/16/07	11/01/06 – 11/30/06	\$ 58,085.50	\$ 46,386.50	\$ 46,468.40	\$ 46,386.50
01/29/07	12/01/06 – 12/31/06	\$ 68,530.75	\$ 75,908.53	\$ 54,824.60	\$ 75,908.53

¹⁴ This amount reflects a reduction of \$58.00 due to a billing error in the January 2005 fee application which resulted in an over-bill of \$58.00.

¹⁵ In the Court's Order approving quarterly fee applications for the Eighteenth Period, the Court approved \$111,570.50 in fees which reflects a reduction of \$378.00. For the purposes of this application, we have noted the reduction in the last month of that period.

PSZYJ&W PROFESSIONALS

Name of Professional Individual	Position of the Applicant, Number of years in that Position, Prior Relevant Experience, Year of Obtaining License to Practice, Area of Expertise	Hourly Billing Rate (including changes)	Total Hours Billed¹⁶	Total Compensation
Laura Davis Jones	Partner 2000; Joined Firm 2000; Member of DE Bar since 1986	\$750.00	0.90	\$ 675.00
James E. O'Neill	Partner 2005; Member of DE Bar since 2001; Member of PA Bar since 1985	\$475.00	51.50	\$24,462.50
William L. Ramseyer	Of Counsel; Member of CA Bar since 1980	\$450.00	3.60	\$ 1,620.00
Curtis A. Hehn	Partner 2006; Member of PA and NJ Bars since 1997; Member of DE Bar since 2002	\$375.00	1.50	\$ 562.50
Louise R. Tuschak	Paralegal 2000	\$180.00	5.00	\$ 900.00
Karina K. Yee	Paralegal 2000	\$180.00	1.40	\$ 252.00
Patricia E. Cuniff	Paralegal 2000	\$180.00	81.80	\$14,724.00
Cheryl A. Knotts	Paralegal 2000	\$175.00	2.90	\$ 507.50
Marlene S. Chappe	Paralegal 2001	\$175.00	0.30	\$ 52.50
Sheryle L. Pitman	Case Management Assistant 2001	\$ 90.00	38.40	\$ 3,456.00
Charles J. Bouzoukis	Case Management Assistant 2001	\$ 80.00	0.30	\$ 24.00
Karen S. Neil	Case Management Assistant 2003	\$ 75.00	16.00	\$ 1,200.00

Total Fees: \$ 48,436.00

Total Hours: 203.60

Blended Rate: \$ 237.89

¹⁶ Some professional time that was spent during the Interim Period may be reflected in a subsequent application and some professional time that was spent during the previous Interim Period may be reflected in this Application.

TASK CODE SUMMARY

Project Category	Total Hours	Total Fees Requested
Asset Disposition	0.60	\$ 108.00
Case Administration	82.80	\$ 9,883.00
WRG-Claims Analysis (Asbestos)	5.90	\$ 1,770.00
WRG-Claims Analysis	1.40	\$ 370.00
WRG-Employ. App., Others	2.40	\$ 451.50
Employee Benefit/Pension	2.10	\$ 631.50
WRG-Fee Apps., Applicant	9.10	\$ 3,109.50
WRG-Fee Applications, Others	35.10	\$ 7,498.00
Litigation (Non-Bankruptcy)	64.20	\$24,614.50

EXPENSE SUMMARY

Expense Category	Service Provider (if applicable) ¹⁷	Total Expenses
Air Fare	US Airways	\$ 229.60
Auto Travel Expense	Cab from airport	\$ 62.50
Working Meals	Omni Hotel; Deep Blue Bar & Grill	\$ 137.55
CD Duplication	Hearing CD	\$ 26.00
Delivery/Courier Service	Tristate	\$ 5,050.60
Express Mail	Federal Express	\$ 3,934.70
Fax Transmittal (outgoing only)		\$ 269.00
Hotel Expense	Expedia	\$ 156.00
Legal Research	Lexis/Nexis	\$ 288.89
Outside Services	Digital Legal Services	\$11,547.53
Court Research	Pacer	\$ 552.48
Postage	US Mail	\$ 2,787.60
Reproduction Expense		\$12,098.90
Overtime	R. Stewart	\$ 22.40
Travel Expense	Travel Agency Fee	\$ 16.00
Transcript	Doman Transcripts; J&J Transcripts	\$ 661.32

¹⁷ PSZYJ&W may use one or more service providers. The service providers identified herein below are the primary service providers for the categories described.

WHEREFORE, PSZYJ&W respectfully requests that, for the period January 1, 2007 through January 31, 2007, an interim allowance be made to PSZYJ&W for compensation in the amount of \$48,436.00 and actual and necessary expenses in the amount of \$37,841.07 for a total allowance of \$86,277.07; payment of \$38,748.80 (80% of the allowed fees) and reimbursement of \$37,841.07 (100% of the allowed expenses) be authorized for a total payment of \$76,589.87; and for such other and further relief as this Court may deem just and proper.

Dated: March 14, 2007

PACHULSKI STANG ZIEHL YOUNG JONES &
WEINTRAUB LLP



Laura Davis Jones (Bar No. 2436)

James E. O'Neill (Bar No. 4042)

919 North Market Street, 17th Floor

Wilmington, DE 19899-8705 (Courier 19801)

Telephone: (302) 652-4100

Facsimile: (302) 652-4400

Co-counsel for Debtors and Debtors in Possession

VERIFICATION

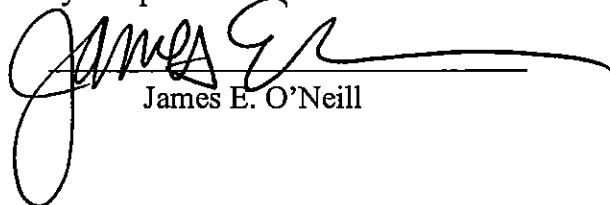
STATE OF DELAWARE :
:
COUNTY OF NEW CASTLE :

James E. O'Neill, after being duly sworn according to law, deposes and says:

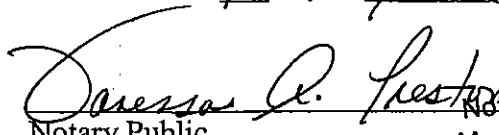
a) I am a partner with the applicant law firm Pachulski Stang Ziehl Young Jones & Weintraub LLP, and have been admitted to appear before this Court.

b) I have personally performed some of the legal services rendered by Pachulski Stang Ziehl Young Jones & Weintraub LLP as counsel to the Debtors and am thoroughly familiar with the other work performed on behalf of the Debtors by the lawyers and paraprofessionals of PSZYJ&W.

c) I have reviewed the foregoing Application and the facts set forth therein are true and correct to the best of my knowledge, information and belief. Moreover, I have reviewed Del. Bankr. LR 2016-2 and the 'Amended Administrative Order Under 11 U.S.C. §§105(a) and 331 Establishing Revised Procedures for Interim Compensation and Reimbursement of Expenses for Professionals and Official Committee Members', signed April 17, 2002, and submit that the Application substantially complies with such Rule and Order.


James E. O'Neill

SWORN AND SUBSCRIBED
before me this 14th day of March, 2007.


Notary Public
My Commission Expires: 03-21-08

VANESSA A. PRESTON
Notary Public - State of Delaware
My Comm. Expires March 21, 2008